

State Tax Commission

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2020 Total App	FY 2020 Actual	FY 2021 Approp	FY 2022 Request	FY 2022 Gov Rec
BY PROGRAM					
General Services	13,585,600	13,096,600	13,551,300	14,357,800	15,254,700
Audit Division	13,190,400	12,629,200	13,325,000	13,384,700	13,315,300
Collection Division	7,957,100	7,653,500	7,800,800	7,956,200	7,886,200
Revenue Operations	6,864,600	7,015,000	6,834,200	6,133,100	6,075,400
Property Tax	3,985,600	3,955,200	3,972,500	4,029,000	4,003,700
Idaho Rebound	0	56,837,700	0	0	0
Total:	45,583,300	101,187,200	45,483,800	45,860,800	46,535,300
BY FUND CATEGORY					
General	37,669,600	37,280,700	37,312,000	37,344,700	38,054,800
Dedicated	7,905,700	7,062,300	8,163,800	8,508,100	8,472,500
Federal	8,000	56,844,200	8,000	8,000	8,000
Total:	45,583,300	101,187,200	45,483,800	45,860,800	46,535,300
Percent Change:		122.0%	(55.0%)	0.8%	2.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	31,557,400	30,740,300	32,432,800	33,441,300	33,182,200
Operating Expenditures	13,616,700	13,264,700	12,883,700	12,160,100	13,093,700
Capital Outlay	409,200	524,200	167,300	259,400	259,400
Trustee/Benefit	0	56,658,000	0	0	0
Total:	45,583,300	101,187,200	45,483,800	45,860,800	46,535,300
Full-Time Positions (FTP)	448.00	448.00	448.00	448.00	448.00

Division Description

Authorized in Title 63, Chapter 1, Idaho Code, the State Tax Commission has five budgeted programs: General Services, Audit, Collections, Revenue Operations, and Property Tax. A sixth program, Rebound Idaho, was added as a separate budgeted program as a non-cognizable adjustment in 2020.

1) The General Services Program consists of the Commissioners, Administrative Section, Legal Section, Taxpayer Resources (Communications, Tax Policy, and Taxpayer Services), Integration Services, Human Resources, and the Management Services Division. This organizational structure provides for centralized management, policy development, legal, personnel, fiscal, and computer services.

2) The Audit Program conducts audits on all tax types administered by the agency by the authority of Idaho Code and the Multistate Tax Compact; conducts discovery and enforcement efforts directed at non-filers; and fraud and identity theft mitigation.

3) The Collection Program operates from the administrative office in Boise and works from and oversees five field office locations; it is also responsible for collecting delinquent taxes for all tax types, and for providing front-line taxpayer services at the offices or over the phone.

4) Revenue Operations administers the voluntary tax compliance program. Activities include: a) registering permit holders for sales, withholding, hotel/motel, special fuels, beer, wine, cigarette and tobacco taxes; b) ensuring that all individuals and licensed businesses are mailed proper tax forms for reporting; c) establishing taxpayer liability, as well as processing revenue and refund documents submitted by taxpayers; and d) maintaining a records system capable of providing individuals with tax documents.

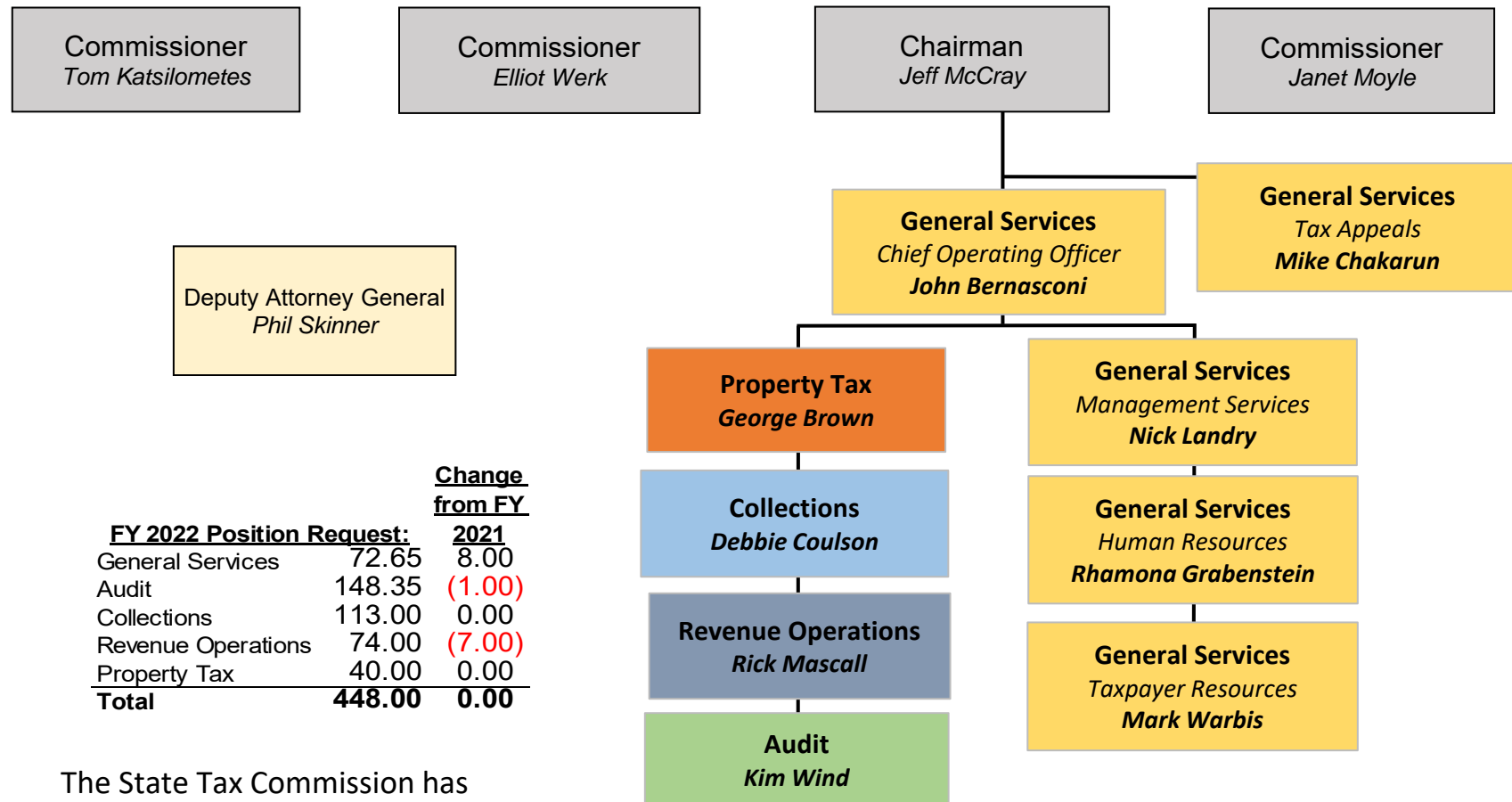
5) The Property Tax Program provides oversight and technical support in the administration of the property tax system, working to ensure fair, equitable, and accurate property taxation. The program is required to: annually appraise all class three operating property, as required by Section 63-2215, Idaho Code; examine property tax levies of all taxing districts to ensure compliance with Idaho Code; develop forms, procedures, and computer software necessary for county assessors to appraise property; develop an assessor's manual in order to facilitate uniformity of appraisals; and administer property tax relief through the Circuit Breaker Program.

State Tax Commission

Agency Profile

Analyst: Bybee

Organizational Chart



		<u>Change</u> <u>from FY</u>
<u>FY 2022 Position Request:</u>	<u>2021</u>	
General Services	72.65	8.00
Audit	148.35	(1.00)
Collections	113.00	0.00
Revenue Operations	74.00	(7.00)
Property Tax	40.00	0.00
Total	448.00	0.00

The State Tax Commission has 41 vacant positions as of January 28, 2021.

Summary:Positions authorized by JFAC for FY 2021 is **448.0**Total General Fund appropriation for FY 2021 is **\$37,312,000****Core Functions/Idaho Code**

Core Functions/Idaho Code	FY 2020 Expenditures	Percent of Total	FY 2021 Appropriation	FY 2022 Request
1. General Fund	\$37,280,600	98.97%	\$37,312,000	\$36,644,800
The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund" (§67-1205). The fund sources are: 1) individual income tax, 2) corporate income tax, 3) sales tax, 4) cigarette tax, 5) beer tax, 6) wine tax, 7) liquor surcharge, 8) kilowatt hour tax, 9) mine license tax, 10) Treasurer's interest on investments of certain idle state funds, 11) court fees and fines, 12) insurance premium tax, 13) sale of alcoholic beverage licenses, 14) unclaimed property, 15) articles of incorporation and uniform commercial code filing fees, 16) estate and transfer tax, and 17) other miscellaneous sources from various agency receipts.				
2. Administration Services for Transportation	\$4,185,400	90.10%	\$4,813,100	\$5,121,000
The State Tax Commission retains funds from gasoline tax and special fuels tax receipts equal to the cost of collecting, administering, and enforcing the fuels tax requirements. However, the amount cannot exceed the amount authorized to be expended by the legislature (gasoline: §63-2402 and §63-2405; special fuels: §63-2416 - §63-2417). Spending from any fuels related Federal Grants are also included here.				
3. Multistate Tax Compact	\$2,569,500	90.79%	\$2,919,600	\$3,000,000
Moneys collected as direct result of audits conducted by the Multistate Tax Commission (on behalf of the state of Idaho) shall be paid by the State Tax Commission into the Multistate Tax Compact Fund. The Multistate Tax Compact was formed to determine the tax liability of multistate taxpayers, promote uniformity or compatibility in tax systems, and facilitate taxpayer convenience and compliance in the filing of tax returns and avoid double taxation across states §63-3709).				
4. Seminars and Publications Fund	\$195,500	86.07%	\$226,800	\$222,100
Fees to attend agency-provided property tax classes and related education purposes, sales of tax regulations and printed material, fees for copies, supplies, bad check charges, postage reimbursement, sales of maps, etc. Sales are primarily to the public.				
5. Administration and Accounting Fund	118,400	55.95%	\$212,300	\$214,100
The State Tax Commission is directed to retain funds for the Commission's cost of collecting and administering the moneys of certain trust funds. For the following trust funds the annual amount is three thousand dollars (\$3,000) or twenty percent (20%, whichever is less (§63-3067A&B(d)):				
<ol style="list-style-type: none"> 1. The Fish and Game Trust Fund (0051) 2. The Children's Trust Fund (0483) 3. Idaho Guard and Reserve Family Support Fund (0349) 4. American Red Cross (0630-02) 5. Special Olympics (0630-02) 6. Veterans Support Fund (0213) 7. Idaho Food Bank (0630-02) 				
On other taxes, the State Tax Commission is authorized to retain an amount of money equal to the cost of collecting and administering them. The amount retained cannot exceed the amount authorized to be expended by appropriation by the Legislature. Those taxes are:				
<ol style="list-style-type: none"> 1. Idaho Travel and Convention Tax (0212) (§67-4718) 2. Boise Auditorium District (0630) (§67-4917C) 3. Petroleum Clean Water Trust Fund (0130) (§41-4909) 4. Local Option Sales Tax (0630) (§63-2605) 5. 2% fee on Prepaid Wireless Services (§31-4809) 				
4. CARES Act Fund	\$56,837,700	18.95%	\$125,100,000	\$0

As part of the Governor's Initiative to stabilize the economy during the COVID-19 pandemic, the Idaho State Tax Commission administered the Rebound Small Business Grants in FY 2020 to provide relief to small businesses and employees. The revenues received to administer this program was received from the federal government and awarded to the Commission via the Coronavirus Financial Advisory Committee (CFAC). The agency was aware of the funding in late April 2020 after the Legislature adjourned and the funds were recognized as non-cognizable revenue in FY 2020 and FY 2021.

Total All Funds	\$101,187,100	29.28%	\$170,583,800	\$45,222,000
------------------------	---------------	--------	---------------	--------------

Revenue and Expenditures

Revenue	FY 2017	FY 2018	FY 2019	FY 2020
General Fund (appropriation)	\$37,162,600	\$37,798,300	\$38,667,800	\$37,669,500
Multistate Tax Compact (appropriation)	\$2,608,900	2,660,500	2,408,900	\$2,830,200
Administration & Accounting	\$175,100	224,400	168,000	\$197,300
Admin Transportation + Fed	\$4,472,800	4,510,100	4,500,400	\$4,170,700
Seminars & Publications	\$179,900	210,300	219,800	\$218,200
CARES Act Fund	\$0	\$0	\$0	\$300,406,000
Total	\$44,599,300	\$45,381,200	\$45,964,900	\$345,491,900
Expenditures by fund	FY 2017	FY 2018	FY 2019	FY 2020
General Fund	\$35,066,100	\$35,821,400	\$37,677,900	\$37,280,600
Multistate Tax Compact	\$2,409,100	2,432,200	2,368,800	\$2,569,500
Administration & Accounting	\$195,800	212,200	92,000	\$118,400
Admin Transportation + Fed	\$4,416,900	4,509,400	4,102,800	\$4,185,400
Seminars & Publications	\$163,600	181,600	185,100	\$195,500
CARES Act Fund	\$0	\$0	\$0	\$56,837,700
Total	\$42,251,500	\$43,156,800	\$44,426,600	\$101,187,700
Expenditures by object	FY 2017	FY 2018	FY 2019	FY 2020
Personnel Costs	\$31,053,900	\$31,731,700	\$31,777,500	\$30,740,300
Operating Expenditures	\$10,490,500	\$10,739,200	\$11,237,900	\$13,264,600
Capital Outlay	\$707,100	\$685,900	\$1,411,200	\$524,200
Trustee/Benefit Payments	\$0	\$0	\$0	\$56,658,000
Total	\$42,251,500	\$43,156,800	\$44,426,600	\$101,187,700

Profile of Cases Managed and/or Key Services Provided

Cases Managed and/or Key Services Provided	FY 2017	FY 2018	FY 2019	FY 2020
Gross Receipts (millions)	\$4,352.27	\$4,732.80	\$4,670.36	\$4,990.55
% of Revenue Received Electronically	66.3%	67.8%	69.3%	71.51%
Income Tax Returns Filed Electronically	763,606	796,705	830,529	843,766
% of Electronically Filed Individual Income Tax returns	82.3%	83.0%	84.0%	86.0%
% of Electronically Filed Business Income Tax Returns	67.1%	69.4%	73.1%	77.1%
Transactions Processed	2,531,120	2,679,738	2,843,603	2,918,811
Sales Tax permits issued	6,453	6,622	8,247	8,374
Withholding accounts issued	7,815	8,731	9,604	9,822
Revenues from Audits (millions)	\$66.80	\$50.52	\$42.16	\$57.87
Revenues from Collections (millions)	\$112.91	\$126.88	\$138.69	\$145.16

Part II – Performance Measures

Old Performance Measures						
Performance Measure		FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Implement Methods of Providing Customer Service and Education to Enhance Voluntary Compliance with Idaho Tax Laws						
1. Actual number of ‘Where’s my refund?’ calls to TPS	actual	7,900	7,294	4,400	6,613	-----
	target	Reduce by 10%	Reduce by 10%	Reduce by 10%	Reduce by 10%	-----
2. Percent of Gross Collected Revenue not submitted voluntarily and on time	actual	4.13%	3.75%	3.87%	4.07%	-----
	target	Less than 5.0%	Less than 5.0%	Less than 5.0%	Less than 5.0%	-----
Administer Tax Law and Develop Rules and Policies that Promote Fairness, Consistency, Compliance, Security, and Public Confidence						
3. Percentage of Appeals cases resolved within 2 years of filing	actual	88%	87%	93%	97%	-----
	target	90%	90%	90%	90%	-----
Promote Efficiency						
4. Percent increase in transactions per Revenue Operations employee over base year FY 2014	actual	5.9%	12.1%	20.5%	20.6%	-----
	target	4.6%	6.1%	7.7%	9.4%	-----
Demonstrate Financial Stewardship						
5. Measure cost to collect \$1 of revenue.	actual	0.97 of one cent	0.91 of one cent	0.95 of one cent	0.89 of one cent	-----
	target	-----	-----	-----	.91 of one cent	-----
Drive Stakeholder Support						
6. Develop and measure elected officials’ confidence in the Tax Commission	actual	-----	-----	-----	37%	-----
	target	-----	-----	-----	-----	-----
7. Develop and measure taxpayer confidence in the Tax Commission	actual	-----	-----	-----	30%	-----
	target	-----	-----	-----	-----	-----
8. Develop and measure tax-professional confidence in the Tax Commission	actual	-----	-----	-----	52%	-----
	target	-----	-----	-----	-----	-----
Promote Efficiency						
9. Number of transactions per Revenue Operations employee	actual	31,248	33,083	35,545	36,034	-----
	target	30,860	31,320	31,790	32,270	-----
Empower Great People						
10. Implement a “voice of the employee” survey (Goal changed – See #1 below)	actual	-----	-----	-----	25%	-----
	target	-----	-----	-----	-----	-----

New Performance Measures						
Performance Measure		FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Be a Team of Great People						
1. Annual Gallup Survey of Employee Engagement	actual	-----	-----	-----	25%	
	target	-----	-----	-----	-----	27%
Effectively Serve Our Customers						
2. TAP Survey Response Score	actual	-----	-----	-----	-----	
	target	-----	-----	-----	-----	70%
Increase Agency Efficiency						
3. Labor Hours Worked per Closed Audit	actual	-----	-----	-----	14.98 hrs.	
	target	-----	-----	-----	-----	14.50 hrs.
4. Labor Hours Worked per Collection	actual	-----	-----	-----	1.88 hrs.	
	target	-----	-----	-----	-----	1.80 hrs.

Performance Measure Explanatory Notes

Old Performance Measures 1-10 in Part II will no longer be tracked after FY 20. For metrics 6-8 and 10, no target was established as FY 20 data was an initial survey to establish a baseline for future targets.

Regarding the New Performance Measures, the annual Gallup survey in FY 20 reflects the number of actual engaged employees. The agency is targeting an 8% increase (25% to 27%) of engaged employees in FY 21 as management has deemed it a challenging but realistic target (112 engaged employees to 121 engaged employees).

Taxpayer Access Point (TAP) is a secure portal that allows taxpayers to electronically file returns, pay taxes, and review their account. The website will initiate a survey after a user has completed their business. The 70% target is based on industry standards for web-based satisfaction surveys. The survey will begin in December 2020.

For agency efficiency metrics, agency leadership reviewed the ability to close audits and collections based on personnel and technology tools. With some enhancements to business processes, leadership has evaluated the FY 21 target metrics to be challenging but realistic.

For More Information Contact

John Bernasconi, Chief of Operations
 Tax Commission, Idaho State
 11321 W. Chinden Blvd, Bldg 2
 PO Box 36
 Boise, ID 83722
 Phone: (208) 334-7560
 E-mail: john.bernasconi@tax.idaho.gov

Tax Commission, State

Analyst: Bybee

FY 2020 Actual Expenditures by Division

			FTP	PC	OE	CO	T/B	LS	Total
0.30	FY 2020 Original Appropriation								
	0001-00	Gen	380.95	26,754,900	10,301,800	115,900	0	0	37,172,600
	0276-00	Ded	22.25	1,751,100	1,052,100	30,400	0	0	2,833,600
	0338-01	Ded	0.40	139,500	69,900	2,500	0	0	211,900
	0338-02	Ded	44.40	3,210,200	1,368,400	64,500	0	0	4,643,100
	0401-00	Ded	0.00	0	216,500	10,300	0	0	226,800
	0348-00	Fed	0.00	0	8,000	0	0	0	8,000
	Totals:		448.00	31,855,700	13,016,700	223,600	0	0	45,096,000
0.41	Prior Year Reappropriation								
	0001-00	Gen	0.00	0	732,900	186,800	0	0	919,700
	Totals:		0.00	0	732,900	186,800	0	0	919,700
0.44	Rescissions								
	0001-00	Gen	0.00	(50,800)	0	0	0	0	(50,800)
	0276-00	Ded	0.00	(3,400)	0	0	0	0	(3,400)
	0338-01	Ded	0.00	(300)	0	0	0	0	(300)
	0338-02	Ded	0.00	(6,000)	0	0	0	0	(6,000)
	Totals:		0.00	(60,500)	0	0	0	0	(60,500)
0.45	Omnibus Decisions								
	0001-00	Gen	0.00	(237,800)	(132,900)	(1,200)	0	0	(371,900)
	Totals:		0.00	(237,800)	(132,900)	(1,200)	0	0	(371,900)
1.00	FY 2020 Total Appropriation								
	0001-00	Gen	380.95	26,466,300	10,901,800	301,500	0	0	37,669,600
	0276-00	Ded	22.25	1,747,700	1,052,100	30,400	0	0	2,830,200
	0338-01	Ded	0.40	139,200	69,900	2,500	0	0	211,600
	0338-02	Ded	44.40	3,204,200	1,368,400	64,500	0	0	4,637,100
	0401-00	Ded	0.00	0	216,500	10,300	0	0	226,800
	0348-00	Fed	0.00	0	8,000	0	0	0	8,000
	Totals:		448.00	31,557,400	13,616,700	409,200	0	0	45,583,300
1.12	Noncognizable Increases								
	0345-00	Fed	0.00	0	0	0	300,000,000	0	300,000,000
	Totals:		0.00	0	0	0	300,000,000	0	300,000,000
1.21	Net Object Transfer								
	0338-01	Ded	0.00	(37,000)	37,000	0	0	0	0
	0338-02	Ded	0.00	0	(82,700)	82,700	0	0	0
	0345-00	Fed	0.00	0	179,800	0	(179,800)	0	0
	Totals:		0.00	(37,000)	134,100	82,700	(179,800)	0	0
1.31	Net Transfer Between Programs								
	0001-00	Gen	0.00	0	0	0	0	0	0
	0338-02	Ded	0.00	0	0	0	0	0	0
	Totals:		0.00	0	0	0	0	0	0
1.41	Receipt to Appropriation								
	0001-00	Gen	0.00	0	0	56,400	0	0	56,400
	Totals:		0.00	0	0	56,400	0	0	56,400

Tax Commission, State

Analyst: Bybee

FY 2020 Actual Expenditures by Division

			FTP	PC	OE	CO	T/B	LS	Total
1.61	Reverted Appropriation								
0001-00	Gen	0.00		(266,400)	(154,800)	(24,100)	0	0	(445,300)
0276-00	Ded	0.00		(72,900)	(187,800)	0	0	0	(260,700)
0338-01	Ded	0.00		(29,800)	(63,400)	0	0	0	(93,200)
0338-02	Ded	0.00		(411,000)	(47,200)	0	0	0	(458,200)
0401-00	Ded	0.00		0	(31,300)	0	0	0	(31,300)
0345-00	Fed	0.00		0	(100)	0	(243,162,200)	0	(243,162,300)
0348-00	Fed	0.00		0	(1,500)	0	0	0	(1,500)
Totals:		0.00		(780,100)	(486,100)	(24,100)	(243,162,200)	0	(244,452,500)

2.00 FY 2020 Actual Expenditures

0001-00	Gen	380.95	26,199,900	10,747,000	333,800	0	0	37,280,700
General			26,199,900	10,747,000	333,800	0	0	37,280,700
0276-00	Ded	22.25	1,674,800	864,300	30,400	0	0	2,569,500
Multistate Tax Compact			1,674,800	864,300	30,400	0	0	2,569,500
0338-01	Ded	0.40	72,400	43,500	2,500	0	0	118,400
Administration and Accounting			72,400	43,500	2,500	0	0	118,400
0338-02	Ded	44.40	2,793,200	1,238,500	147,200	0	0	4,178,900
Administration Services for Transportation			2,793,200	1,238,500	147,200	0	0	4,178,900
0401-00	Ded	0.00	0	185,200	10,300	0	0	195,500
Seminars and Publications			0	185,200	10,300	0	0	195,500
0345-00	Fed	0.00	0	179,700	0	56,658,000	0	56,837,700
Federal COVID-19 Relief			0	179,700	0	56,658,000	0	56,837,700
0348-00	Fed	0.00	0	6,500	0	0	0	6,500
Federal Grant			0	6,500	0	0	0	6,500
Totals:		448.00	30,740,300	13,264,700	524,200	56,658,000	0	101,187,200

Difference: Actual Expenditures minus Total Appropriation

0001-00	Gen		(266,400)	(154,800)	32,300	0	0	(388,900)
General			(1.0%)	(1.4%)	10.7%	N/A	N/A	(1.0%)
0276-00	Ded		(72,900)	(187,800)	0	0	0	(260,700)
Multistate Tax Compact			(4.2%)	(17.9%)	0.0%	N/A	N/A	(9.2%)
0338-01	Ded		(66,800)	(26,400)	0	0	0	(93,200)
Administration and Accounting			(48.0%)	(37.8%)	0.0%	N/A	N/A	(44.0%)
0338-02	Ded		(411,000)	(129,900)	82,700	0	0	(458,200)
Administration Services for Transportation			(12.8%)	(9.5%)	128.2%	N/A	N/A	(9.9%)
0401-00	Ded		0	(31,300)	0	0	0	(31,300)
Seminars and Publications			N/A	(14.5%)	0.0%	N/A	N/A	(13.8%)
0345-00	Fed		0	179,700	0	56,658,000	0	56,837,700
Federal COVID-19 Relief			N/A	N/A	N/A	N/A	N/A	N/A
0348-00	Fed		0	(1,500)	0	0	0	(1,500)
Federal Grant			N/A	(18.8%)	N/A	N/A	N/A	(18.8%)
Difference From Total Approp			(817,100)	(352,000)	115,000	56,658,000	0	55,603,900
Percent Diff From Total Approp			(2.6%)	(2.6%)	28.1%	N/A	N/A	122.0%

State Tax Commission

Keith Bybee

		FTP	PC	OE	CO	T/B	LS	Total
General Services								
0338-02	Ded	0.00	0	(24,000)	0	0	0	(24,000)
Total:		0.00	0	(24,000)	0	0	0	(24,000)
Audit Division								
0001-00	Gen	0.00	(214,700)	0	0	0	0	(214,700)
0338-02	Ded	0.00	0	34,100	0	0	0	34,100
Total:		0.00	(214,700)	34,100	0	0	0	(180,600)
Collection Division								
0001-00	Gen	0.00	(124,700)	0	0	0	0	(124,700)
0338-02	Ded	0.00	0	(10,100)	0	0	0	(10,100)
Total:		0.00	(124,700)	(10,100)	0	0	0	(134,800)
Revenue Operations								
0001-00	Gen	0.00	294,600	0	0	0	0	294,600
Total:		0.00	294,600	0	0	0	0	294,600
Property Tax								
0001-00	Gen	0.00	44,800	0	0	0	0	44,800
Total:		0.00	44,800	0	0	0	0	44,800
Totals By Fund:								
General								
0001-00	Gen	0.00	0	0	0	0	0	0
Administration Services for Transportation								
0338-02	Ded	0.00	0	0	0	0	0	0
0.00			0	0	0	0	0	0
Division Total:		0.00	0	0	0	0	0	0

State Tax Commission

Analyst: Bybee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2021 Original Appropriation	448.00	37,312,000	45,483,800	448.00	37,312,000	45,483,800
5. Building Idaho's Future	0.00	0	0	0.00	0	15,000,000
1. Rent Reduction at Chinden	0.00	(647,200)	(647,200)	0.00	(647,200)	(647,200)
FY 2021 Total Appropriation	448.00	36,664,800	44,836,600	448.00	36,664,800	59,836,600
Noncognizable Funds and Transfers	0.00	0	125,100,000	0.00	0	125,100,000
FY 2021 Estimated Expenditures	448.00	36,664,800	169,936,600	448.00	36,664,800	184,936,600
Removal of Onetime Expenditures	0.00	0	(125,255,000)	0.00	0	(140,255,000)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2022 Base	448.00	36,664,800	44,681,600	448.00	36,664,800	44,681,600
Benefit Costs	0.00	625,700	738,400	0.00	87,900	104,700
Inflationary Adjustments	0.00	0	137,500	0.00	0	137,500
Replacement Items	0.00	0	247,100	0.00	0	247,100
Statewide Cost Allocation	0.00	(172,800)	(213,900)	0.00	(172,800)	(213,900)
Change in Employee Compensation	0.00	227,000	270,100	0.00	533,300	634,700
FY 2022 Program Maintenance	448.00	37,344,700	45,860,800	448.00	37,113,200	45,591,700
1. Commissioner CEC	0.00	0	0	0.00	8,000	10,000
2. Gov Initiative - FAST Hosting	0.00	0	0	0.00	933,600	933,600
Budget Law Exemptions and Adjustments	0.00	0	0	0.00	0	0
FY 2022 Total	448.00	37,344,700	45,860,800	448.00	38,054,800	46,535,300
Change from Original Appropriation	0.00	32,700	377,000	0.00	742,800	1,051,500
% Change from Original Appropriation		0.1%	0.8%		2.0%	2.3%

State Tax Commission

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2021 Original Appropriation					
The Legislature funded two line items for FY 2021: These included \$171,800 for office space charges; and \$10,000 for commissioner CEC.					
	448.00	37,312,000	8,163,800	8,000	45,483,800

5. Building Idaho's Future

Idaho Rebound

Agency Request 0.00 0 0 0 0

Recommended is onetime federal funds from the CARES Act as part of the Governor's Building Idaho's Future initiative, which seeks to further the state's economic rebound and create a long-lasting benefit to all Idahoans. The recommendation will provide cash grants to small businesses and Idahoans who have been disproportionately impacted by the COVID-19 pandemic.

The Governor also recommends reappropriation authority for any unencumbered and unexpended balance from this FY 2021 supplemental appropriation recommendation.

Governor's Recommendation 0.00 0 0 15,000,000 15,000,000

1. Rent Reduction at Chinden

The State Tax Commission requests to reduce the General Fund appropriation by \$647,200 in fiscal year 2021, ongoing. In FY 2020, the charge for rent at the Chinden Campus was \$2,024,028. The Department of Administration (DOA) notified the agency on August 7, 2020 the FY 2021 charge for rent at the Chinden Campus is \$1,376,825, leaving an excess of \$647,202 in the current appropriation. This change is due to a shift from the rent collected to pay the bond amount at the Chinden Campus, to having the Permanent Building Fund cover the bond amount, as it does for other state buildings. In total, DOA is shifting \$1.19 million from agency charges at Chinden to the Permanent Building Fund, creating budget savings at multiple agencies.

Agency Request 0.00 (647,200) 0 0 (647,200)

Governor's Recommendation 0.00 (647,200) 0 0 (647,200)

FY 2021 Total Appropriation

Agency Request 448.00 36,664,800 8,163,800 8,000 44,836,600

Governor's Recommendation 448.00 36,664,800 8,163,800 15,008,000 59,836,600

Noncognizable Funds and Transfers

These noncognizable adjustments were approved by DFM prior to the legislative session per Section 67-3516, Idaho Code. All are from CARES Act funding. Of this amount \$100,000, was for estimated programming costs to administer the following programs: the "Return to Work Initiative," and "Rebound Small Business Grants." For the Return to Work Initiative, \$100,000,000 was allocated to provide bonuses for employees choosing to go back to work, rather than collect unemployment. Eligible employers request reimbursement from the State Tax Commission. For the Rebound Small Business Grants, \$25,000,000 was allocated for eligible businesses whose operations have been interrupted or closed due to COVID-19.

Agency Request 0.00 0 0 125,100,000 125,100,000

Governor's Recommendation 0.00 0 0 125,100,000 125,100,000

FY 2021 Estimated Expenditures

Agency Request 448.00 36,664,800 8,163,800 125,108,000 169,936,600

Governor's Recommendation 448.00 36,664,800 8,163,800 140,108,000 184,936,600

Removal of Onetime Expenditures

Removes onetime funding for CARES Act noncognizable adjustment (\$125,100,000), and replacement items which included 75 desktop computers (\$63,800), 30 laptop computers (\$48,000), four network laser printers (\$6,000), one vehicle (\$26,900), and eight laptops for local trainings (\$10,300).

Agency Request 0.00 0 (155,000) (125,100,000) (125,255,000)

Recommended by the Governor and includes the onetime supplemental for Building Idaho's Future.

Governor's Recommendation 0.00 0 (155,000) (140,100,000) (140,255,000)

State Tax Commission

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
-------------------------	-----	---------	-----------	---------	-------

Base Adjustments

General Services, Audit Division, Revenue Operations

The State Tax Commission requests to reorganize its current budget to more closely match existing function by reallocating technical systems staff from Audit and Revenue Operations to General Services with a net-zero total budget impact. The request moves 7.00 FTP and \$603,300 from Revenue Operations and 1.00 FTP and \$168,000 from Audit for a total of 8.00 FTP and \$771,300 to General Services, all from personnel costs. By fund source, this moves \$570,400 from the General Fund, \$9,800 from the Multi-State Tax Compact Fund, and \$191,100 from the Administration Services for Transportation Fund.

Agency Request	0.00	0	0	0	0
----------------	------	---	---	---	---

Recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
---------------------------	------	---	---	---	---

FY 2022 Base					
Agency Request	448.00	36,664,800	8,008,800	8,000	44,681,600
Governor's Recommendation	448.00	36,664,800	8,008,800	8,000	44,681,600

Benefit Costs

Employer-paid benefit changes include an 11% increase (or \$1,280 per eligible FTP) for health insurance, bringing the total appropriation to \$12,930 per FTP. Also included is a restoration of the unemployment insurance rate, a partial restoration of the unused sick leave rate, and adjustments to workers' compensation that vary by agency.

Agency Request	0.00	625,700	112,700	0	738,400
----------------	------	---------	---------	---	---------

The Governor recommends no increase for health insurance due to fewer claims than expected and a one-year holiday for employers who contribute to the PERSI-managed sick leave plan.

Governor's Recommendation	0.00	87,900	16,800	0	104,700
---------------------------	------	--------	--------	---	---------

Inflationary Adjustments

This decision unit reflects the contract inflation request related to building leases, software, and maintenance. The Coeur D'Alene field office lease is increasing \$2,200 and Pocatello is increasing \$5,300. Regarding software, GenTax is increasing \$119,000 (\$108,000 for the enhanced maintenance agreement and \$11,000 for advanced fraud software). Maintenance agreements for the scanners that process paper tax filings is increasing \$3,900. Regarding county support, the Manatron software is increasing \$6,400 and the GIS software is increasing \$700.

Agency Request	0.00	0	137,500	0	137,500
----------------	------	---	---------	---	---------

Governor's Recommendation	0.00	0	137,500	0	137,500
---------------------------	------	---	---------	---	---------

Replacement Items

This request for replacement items includes 72 desktop computers for \$64,800, 53 laptop computers for \$84,400, two monitor displays for training for \$5,600, ten training tables for \$5,000, one conference room table for \$3,500, 20 conference room chairs for \$16,000, storage solutions for the training rooms for \$3,000, two podiums for \$1,600, sit/stand desks for cubicles for \$1,800, and five routers and switches for the field offices for \$61,000. The funding breakdown for these items is 22% from the Multistate Tax Compact Fund, 76% from the Administrative Services for Transportation Fund, and 2% from the Seminars and Publications Fund.

Agency Request	0.00	0	247,100	0	247,100
----------------	------	---	---------	---	---------

Governor's Recommendation	0.00	0	247,100	0	247,100
---------------------------	------	---	---------	---	---------

Statewide Cost Allocation

This request includes adjustments to recover the cost of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Attorney General fees will decrease by \$72,200, risk management costs will decrease by \$115,500, State Controller fees will decrease by \$12,600, State Treasurer fees will decrease by \$51,400, and Office of Information Technology Services billings will increase by \$37,800, for a net reduction of \$213,900.

Agency Request	0.00	(172,800)	(41,100)	0	(213,900)
----------------	------	-----------	----------	---	-----------

Governor's Recommendation	0.00	(172,800)	(41,100)	0	(213,900)
---------------------------	------	-----------	----------	---	-----------

State Tax Commission

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
For calculation purposes, agencies were directed to include the cost of a 1% salary increase for permanent and temporary employees.					
Agency Request	0.00	227,000	43,100	0	270,100
<i>The Governor recommends a 2% increase in employee compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	533,300	101,400	0	634,700
FY 2022 Program Maintenance					
Agency Request	448.00	37,344,700	8,508,100	8,000	45,860,800
Governor's Recommendation	448.00	37,113,200	8,470,500	8,000	45,591,700
1. Commissioner CEC			General Services, Audit Division		
Agency Request	0.00	0	0	0	0
<i>The Governor recommends a 2% salary increase for commissioners, increasing the annual salary to \$106,072. Legislation is required to make this change.</i>					
Governor's Recommendation	0.00	8,000	2,000	0	10,000
2. Gov Initiative - FAST Hosting			General Services		
Agency Request	0.00	0	0	0	0
<i>The Governor recommends an \$933,600 from the General Fund in operating expenditures to provide hosting services for GenTax by FAST Enterprises, the company that owns the Gen Tax software. If approved, servers will no longer be kept on site at the Chinden Campus, but instead will be kept at sites managed by FAST. FAST hosting services will provide highly sophisticated disaster recovery and a \$10,000,000 cyber policy which will decrease risk to the state. Additionally, the services will cover all hardware in the annual cost and simplify upgrades and updates.</i>					
Governor's Recommendation	0.00	933,600	0	0	933,600
Budget Law Exemptions and Adjustments					
Agency Request	0.00	0	0	0	0
<i>CARRYOVER: The Governor recommends authority to carry over its unencumbered and unspent appropriation balances of up to \$15,000,000 for Building Idaho's Future Initiative from FY 2021 into FY 2022. Carryover requires legislative approval.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2022 Total					
Agency Request	448.00	37,344,700	8,508,100	8,000	45,860,800
Governor's Recommendation	448.00	38,054,800	8,472,500	8,000	46,535,300
Agency Request					
Change from Original App	0.00	32,700	344,300	0	377,000
% Change from Original App	0.0%	0.1%	4.2%	0.0%	0.8%
Governor's Recommendation					
Change from Original App	0.00	742,800	308,700	0	1,051,500
% Change from Original App	0.0%	2.0%	3.8%	0.0%	2.3%